

1 Amend 2 Cal. Code Regs. section 18537.1 as follows:

2
3 **§ 18537.1. Carry Over of Contributions.**
4

5 (a) For purposes of Government Code section 85317 and this regulation, “carry
6 over” refers to the movement of campaign funds to the candidate’s controlled committee
7 established for a subsequent election to the same elective state office without attribution
8 as required by Government Code section 85306(a).

9 (b) Campaign funds are available to be “carried over” pursuant to Government
10 Code section 85317 and this regulation only if all of the following apply:

11 (1) The funds to be “carried over” are held in a campaign bank account/campaign
12 committee established for an election to elective state office occurring on or after January
13 1, 2001, or for candidates for statewide elective office, for an election occurring on or
14 after November 6, 2002;

15 (2) The campaign bank account/campaign committee that is holding the funds to
16 be “carried over” was established for an election that has already been held; and

17 (3) The funds to be “carried over” are not considered “surplus campaign funds”
18 as defined in Government Code section 89519.

19 (c) For the purposes of Government Code section 85317, “Subsequent
20 subsequent election for the same elective state office” means refers to:

21 (1) the The election to the next term of office immediately following the
22 election/term of office for which the funds were raised;

23 (2) The general election, which is subsequent to and connected to the primary
24 election for which the funds were raised; or

1 (3) The special general election, which is subsequent to and connected to the
2 special primary election for which the funds were raised.

3 {**DECISION POINT 1**}(d) A candidate who [**Option 1:** establishes a campaign
4 bank account for an election but does not file the necessary documents to appear on the
5 ballot in that election][**Option 2:** withdraws from an election prior to an election being
6 held] may not “carry over” campaign funds, but may transfer with attribution pursuant to
7 Government Code section 85306.

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9 NOTE: Authority cited: Section 83112, Government Code.

10 Reference: Sections 84214, 85200, 85201, 85306, 85316 and 85317, Government Code.